

## December 31, 2023

Name: Samsung SDI Co., Ltd

Ticker: 006400-KR

Market Cap (\$mm): \$24,236

Country: South Korea

Sector: Information Technology

Industry: Electronic Equipment Instruments & Components

### Sector Outlook

The Information Technology sector makes up a disproportionately large share of the stocks that were hit hard during the most recent bear market in 2022, which has led to a strong recovery this year as markets rebound. A tight labor market and strong wage growth should benefit the sector, as technology investments are replacements for labor in the most basic sense. Additionally, the sector should benefit from trends related to artificial intelligence, mobile, cloud computing and the "Internet of Things".

### Company Description

Samsung SDI Co., Ltd. engages in the manufacture and sale of secondary cells and plasma display panels. It operates in two business segments: Display segment and Energy segment. The Display segment is engaged in the manufacture of PDPs used in televisions, as well as operation of rental business. The Energy segment is engaged in the manufacture of batteries. The company was founded on January 20, 1970 and is headquartered in Yongin, South Korea.

### Financial Snapshot

Revenue by Product Segment	%	Revenue by Geographic Segment	%
Energy Solutions	87%	South Korea	6%
Electronic Materials	13%	Europe	42%
		North America	24%
		Southeast Asia, Etc.	15%
		China	13%

### Company & Sustainability Analysis

Samsung SDI is the world's largest maker of lithium-ion rechargeable batteries for smartphones, tablets, and notebook PCs. The firm also supplies a range of other electronic components. Moving forward, Samsung SDI stands to benefit from rapid growth in mobile computing as well as robust enterprise IT spending.

#### Sustainability Analysis

Samsung SDI is rated A by MSCI ESG Research. The A rating is primarily based on a leading environmental score relative to the industry average. The company primarily produces rechargeable batteries and organic chemicals which could lead to adverse environmental impacts through the production process. In response, Samsung SDI has applied environmental policies and commitments towards all of its operations. The company has also taken measures to limit hazardous chemicals and phasing out potentially harmful chemicals in its products.

Samsung SDI's line of rechargeable batteries and innovation in clean tech products directly support SDG 7 (Affordable and Clean Energy) meant to "Ensure access to affordable, reliable, sustainable and modern energy for all".

Samsung SDI is categorized as a Sustainable Investment aligned with the environmental objectives of the EU's Sustainable Finance Disclosure Regulation (SFDR) as defined by Fisher Investments. In order for a company to be considered a sustainable investment, it must be assessed by Fisher Investments as meeting the following criteria: (i) it must contribute to an environmental or social objective; (ii) it must do no significant harm (DNSH) to any other environmental or social objective; and (iii) it must follow good governance practices.

*\*This write-up is provided to fulfil the requirements of the Austrian Ecolabel and should be considered an 'example point in time analysis'. There is no guarantee that the security remains in the relevant strategy or the analysis remains current beyond the date of analysis.*

**\*\*Sources: Fisher Investments Research, FactSet Research Systems, Company Investor Relations**

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